

Mississippi Department of Insurance
PROPERTY/CASUALTY RATE FILING EXHIBITS

Exhibit C	Expense Information
General Instructions	<p>Dollar amounts should be stated in thousands.</p> <p>Experience for the <u>three most recent calendar years</u> is required. Specify the years.</p> <p>The required Mississippi experience should be the amounts, or a subset of the amounts, reported on Exhibit of Premiums and Losses in the Annual Statement.</p> <p>The countrywide experience required on Lines 4, 5, 6, 7, 10, 11 and 12 should be the amounts, or a subset of the amounts, reported on the Insurance Expense Exhibit (IEE).</p> <p>The expense provisions listed on Lines 13 through 17 should be those provisions that underlie your proposed rates. To the extent that these provisions differ from historical provisions, support should be provided. For new rates for which historical provisions are not available, Lines 13 through 17 should be completed as projected expenses.</p> <p>Line 17, Profit and Contingencies:</p> <p>The Mississippi Department requires insurers to utilize a total rate of return methodology in the development of Mississippi rates. Income of all types (premiums, investment income, realized capital gains and unrealized capital gains) from all sources (policyholder supplied funds and surplus) must be considered in a rate filing. The selected methodology should be based on a reasonable after-tax rate of return on GAAP net worth, a methodology utilizing a <i>traditional 5%</i> or any other unsupported profit and contingencies loading is not acceptable.</p> <p><u>Do not show 5% on Line 17 and then develop a different profit/contingency loading elsewhere in the filing.</u></p>

**MISSISSIPPI DEPARTMENT OF INSURANCE
PROPERTY & CASUALTY RATE FILING EXHIBITS**

EXHIBIT C - EXPENSE INFORMATION

Coverage/Form: _____

UNDERWRITING EXPENSES AS PERCENTS OF DIRECT PREMIUMS WRITTEN

MS (ANNUAL STATEMENT PAGE 14)

	(YEAR)		(YEAR)		(YEAR)		
	AMOUNT (000)	PERCENT	AMOUNT (000)	PERCENT	AMOUNT (000)	PERCENT	MEAN PERCENT
1. PREMIUMS WRITTEN	\$	----	\$	----	\$	----	----
2. COMMISSION & BROKERAGE EXPENSES INCURRED	\$	%	\$	%	\$	%	%
3. TAXES, LICENSES & FEES INCURRED	\$	%	\$	%	\$	%	%

COUNTRYWIDE (IEE, PART III)

4. PREMIUMS WRITTEN	\$	----	\$	----	\$	----	----
5. COMMISSION & BROKERAGE EXPENSES INCURRED	\$	%	\$	%	\$	%	%
6. OTHER ACQUISITION EXPENSES INCURRED	\$	%	\$	%	\$	%	%
7. GENERAL EXPENSES INCURRED	\$	%	\$	%	\$	%	%

**LOSS ADJUSTMENT EXPENSES AS PERCENTS OF DIRECT LOSSES INCURRED
MS (ANNUAL STATEMENT PAGE 14)**

8. LOSSES INCURRED	\$	----	\$	----	\$	----	----
9. ALLOCATED LAE INCURRED	\$		\$	%	\$	%	%

COUNTRYWIDE (IEE, PART III)

10. LOSSES INCURRED	\$	----	\$	----	\$	----	----
11. ALLOCATED LAE INCURRED	\$	%	\$	%	\$	%	%
12. UNALLOCATED LAE INCURRED	\$	%	\$	%	\$	%	%

Attach additional Exhibit C (Part 1) pages as needed.
(PAGE 1)

EXHIBIT C - EXPENSE INFORMATION (PAGE 2)

COVERAGE/FORM: _____

EXPENSE PROVISIONS UNDERLYING YOUR PROPOSED RATES, AS A PERCENT OF PREMIUM	
13. COMMISSION & BROKERAGE EXPENSES INCURRED	%
14. OTHER ACQUISITION EXPENSES INCURRED	%
15. GENERAL EXPENSES INCURRED	%
16. TAXES, LICENSES & FEES INCURRED	%
17. PROFIT & CONTINGENCIES	%
18. TOTAL EXPENSES & PROFIT (SUM OF LINES 13 THROUGH 17)	%
19. PERMISSIBLE LOSS & LAE RATIO (1 - LINE 18)	%

LOSS ADJUSTMENT EXPENSE PROVISIONS UNDERLYING YOUR PROPOSED RATES, AS A PERCENT OF LOSSES	
20. ALLOCATED LAE	%
21. UNALLOCATED LAE	%
22. TOTAL LAE (SUM OF LINES 20 - 21)	%

Attach additional Exhibit C (part 2) pages as needed.